

BEST AVAILABLE COPY

DAR-

HEADQUARTERS
DEPARTMENT OF THE ARMY
OFFICE OF THE ASSISTANT CHIEF OF STAFF FOR INTELLIGENCE
WASHINGTON 25, D.C.

In reply refer to
ACSI-OO 3.4

WARNING NOTICE -- SENSITIVE SOURCES AND METHODS INVOLVED

MEMORANDUM FOR: DIRECTOR OF CENTRAL INTELLIGENCE
DEPUTY DIRECTOR (PLANS)

SUBJECT: Activities of Gerhard K. G. BAUCH (C)

1. (C) References:

a. Memo, ACSI-OO, subject, Activities of a Possible Gahlen Agent (C), dated 25 July 1962 and 13 August 1962.

b. CS CI 3/772,346 dated 4 September 1962.

c. CS CI 3/772/881 dated 1 October 1962.

d. Memo, ACSI-OO, Subject, Gerhard K.G. BAUCH and Karl-Wilhelm KORNATH dated 8 October 1962.

(S) As a result of continued contacts between BAUCH and a Department of the Army source in Europe during September and October 1962, the following additional information has been developed regarding BAUCH's activities, West German Intelligence Service (WGIB) operations, and identification of WGIB personnel.

BAUCH has admitted to source that he is, in fact, currently employed by the West German Intelligence Service. His conversations with source and the type of questions which he put to source lead to the conclusion that BAUCH has been working on the Middle East/Africa desk of the WGIB. BAUCH is single and lists his address as Munich 19, Suedliche Auffahrtsallee 56, Telephone 372596. Although he declined to give source his office telephone number, he identified his place of employment as being in Munich, Germany.

BAUCH was scheduled to leave for Cairo, Egypt, via ship from Naples, Italy, on about 28 October 1962. He told source that the WGIB has been "cooperating" with the Egyptian Intelligence Service (EIS) for the past four years and that he was being posted to Egypt to head a team of four West Germans who would serve as "technical advisors" to the EIS. He intimated that photography, secret writing, flaps and seals, and other

FOR COORDINATION WITH US Army

DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2006

BEST AVAILABLE COPY

WEST CO

SUBJECT: Activities of Gerhard E.G. BAUCH (C)

technical subjects were involved. (BAUCH visited the Minifon company in Frankfurt, Germany on 20 October 1962 which indicates that listening devices may also be involved. He also told source that a small printing press was also wanted by the WGIS). According to BAUCH, the WGIS will supply not only the technical advisory personnel to train the KIS, but will also supply all equipment required to give the KIS a sound technical capability.

16281
3. BAUCH revealed that Baron von VELKED, operating under journalist cover, was the chief WGIS representative in Cairo prior to his death. His remarks about one Hans HUBMANN, allegedly a well-known reporter for the West German "Quick" magazine, led source to believe that HUBMANN is also connected with the WGIS. VELKED and HUBMANN toured Saudi Arabia together some years ago.

241
4. According to BAUCH, Henning Graf Brockdorff AHLEFKELDT of Frankfurt a.M., Germany, Kraeberstrasse 30, Telephone 721375 is being posted to Rhodesia in the near future by the WGIS. Commercial cover was mentioned.

5. Karl-Wilhelm NEMAIN, currently in Damascus, Syria, is a close personal friend of BAUCH. He corresponds with NEMAIN on a first-name basis (uses the name Carl instead of Karl) and addresses the correspondence to NEMAIN c/o FOB 275 in Damascus and to FOB 3779 in Beirut. Although BAUCH did not admit it, there is little doubt that NEMAIN is working for the WGIS. Among other things, NEMAIN acts as the Damascus representative for Becker Engineering Company of Munich, Germany. (This firm was awarded a contract some time ago to act as consulting engineers on the reconstruction of the Hejaz Railway). In conversations with source, BAUCH indicated that the WGIS is "well entrenched" with Becker Engineering and has representatives among the technicians which Becker has working on the Hejaz Railway Project in Saudi Arabia. BAUCH further admitted that he is personally in contact with Becker's Chief Engineer on the Hejaz Railway Project, one Frau GIBBY, based in Damascus. From the above, source believes that the Becker Engineering Co. may well be a WGIS proprietary.

6. BAUCH also admitted personal contact with Wolf ENGEL, a former German rocket expert currently employed by the Italian firm of Bombini-Parodi Dalfino in Rome, Italy. ENGEL, who allegedly has contact with the group of West German rocket technicians currently employed in Egypt, has been angling for a job with Beelkow Developments of Munich/Ottobrunn, Germany for some months, and source suspects that BAUCH is attempting to assist ENGEL in this regard. During the past few months, ENGEL has already been dividing his time between his job in Italy and unknown activity in Munich, Germany.

BEST AVAILABLE COPY

ACSI-00

SUBJECT: Activities of Gerhard E. RAUCH (S)

7. In mid-October 1962 RAUCH was attempting to arrange employment for a West German construction engineer at the Dhahran Airport in Saudi Arabia. He identified him as Dieter WICKMANN, Munich, Germany, Richard-Strauss-Strasse 21/1 c/o Neubel. WICKMANN is single, approximately 29 years of age, and is currently employed by Kocks Ingenieur Bureau, Munich, Germany, Poststrasse. WICKMANN allegedly spent some years in Turkey and is experienced in the field of airport and rocket-base construction. RAUCH gave no indication that WICKMANN might be connected with the WCIS although source assumes this to be the case in view of RAUCH's efforts to secure an overseas post for him.

8. (S) From all that has transpired during the past several months, it now appears that RAUCH's reason for establishing and maintaining contact with our source is two-fold: to develop a shallow commercial cover for his forthcoming tour in Cairo and to develop commercial contacts in the Middle East area which may prove financially profitable to him personally. Through source, RAUCH was able to establish contact with a number of West German firms. In turn, these firms prepared letters for RAUCH authorizing him to seek customers and develop sales on their behalf in the Middle East. RAUCH plans to use these documents as required in Egypt to explain his presence there, particularly among the German community. On the other hand, RAUCH told source that he seriously intended to develop some sales for these firms in order to support the shallow cover as well as to "earn something on the side." On the latter point he told source that this aspect would have to be kept "strictly confidential" since the WCIS did not permit its personnel to retain "commissions earned from cover activities." Since source arranged for the letters from the West German firms, it was agreed that all orders and/or sales which RAUCH might make in the Middle East would be channeled through source's own export firm in Europe. In this way, source can logically continue his contact with RAUCH and keep abreast of RAUCH's activities to some extent for UKI. Furthermore, such an arrangement will make it possible for RAUCH to receive commissions on sales without the knowledge of the WCIS, a factor which may afford source some measure of control over RAUCH in future.

9. (S) This office would appreciate any evaluation or comments which your agency may have regarding the above information. Confirmation or denial of any items in this memo would be particularly valuable to the Department of the Army Case Officer involved.

FOR THE ASSISTANT CHIEF OF STAFF FOR INTELLIGENCE:

JEFF W. BUCKER
Colonel, GS
Chief, Collection Division